THIRD SET OF INFORMATION REQUESTS OF THE DEPARTMENT OF TELECOMMUNICATIONS AND ENERGY

D.T.E. 04-1

Respondent: Elizabeth Arangio

Information Request DTE 3-1

- Q. All parties should comment on whether § 12.3.2 of the model Terms and Conditions presently requires LDCs to provide to marketers the baseload and temperature sensitive algorithms used for non-daily metered customers. If your position is that the section does not require LDCs to provide the algorithms, discuss the specific information this section requires the LDCs to provide and whether the model Terms and Conditions should be amended to provide the algorithms. Each LDC should include in its comments the current practice by the LDC on providing the algorithms to marketers.
- A. Section 12.3.2 of the Company's Terms and Conditions reads:

The Company shall determine the ATV for each Aggregation Pool of Customers taking Non-Daily Metered Distribution Service for each Day using a consumption algorithm based on the degree day forecast for that Day. Information on the consumption algorithm shall be posted on the Company's website as identified in Section 23.0. On each Business Day, the Company will communicate the forecasted ATV to the Supplier for the subsequent four (4) days. The Company shall apply the ATV for a required Supplier nomination according to the following schedule:

- (1) The ATV applied for a Day immediately following a Business Day will be communicated to the Supplier two (2) hours prior to the Company's nomination deadline for that Day as set forth in Sections 12.3.4 and 12.3.5.
- (2) The ATV applied for a Day not immediately following a Business Day will be communicated to the Supplier two (2) hours prior to the Company's nomination deadline for the Day immediately following the last Business Day as set forth in Sections 12.3.4 and 12.3.5.

This language does not specifically require the LDC to provide the actual consumption algorithm, but instead, information pertaining to the consumption algorithm. It should be noted that the Company does not believe it has ever received and therefore, has not denied a request to provide a marketer pool's actual consumption algorithm. Furthermore, as stated in the Company's response to DTE 2-8, the Company provides complete data to marketers upon request in the form of a "Broker Pool Report." This data includes for each marketer, by LDC, the customer's name, account number, rate classification, baseload volume, heating factor, capacity assignment volume, receipt point, billing cycle, original transportation date and start date with current marketer, and whether the customer is daily or non-daily metered. In addition, the Company actively monitors its non-daily metered pools and makes adjustments throughout the respective sixmonth period in order to minimize imbalances.